

Department of Natural Resources
FY 2011 State Park & Boating Access Site Revenue Streams
1994 PA 451, Sec. 2045(3)
 (All Figures Rounded to the Nearest Hundred)

(3)(a) Recreation Passport Revenue: \$19,057,400

Recreation Passport Allocation:

Secretary of State Administration Fee	\$1,000,000 ¹
Resident Motor Vehicle Permit Replacement	\$10,700,000
Resident Boating Access Site Permit Replacement	\$1,030,000
Amount Available For Distribution Per Formula	\$6,327,400
50% - State Parks Capital Outlay	\$3,163,700
30% - State Parks Operations & Maintenance	\$1,898,200
10% - Local Public Recreation Facilities	\$632,800
7% - Forest Recreation	\$442,900
2.75% - State Parks Cultural & Historical Resources	\$174,000
0.25% - Marketing & Promotional Expenses	\$15,800
Total Recreation Passport Allocation	\$19,057,400

¹Per 1994 PA 451, Sec. 2045(1)(a), the allocation of recreation passport revenue for administration costs incurred by the Secretary of State is to be based upon an established cost allocation methodology that reflects actual costs (capped at \$1,000,000).

(3)(b) Non-Resident Motor Vehicle Permit Revenue:

Non-Resident Daily	\$1,538,700
Non-Resident Annual	\$909,100
Towed Vehicle Duplicate	\$5,100
Commercial Vehicle	\$4,800
Total Non-Resident Motor Vehicle Permit Revenue	\$2,457,700

(3)(c) Non-Resident Boating Access Site Revenue:

Non-Resident Daily	\$16,900
Non-Resident Annual	\$15,000
Total Non-Resident Boating Access Site Revenue	\$31,900

(3)(d) Specific uses of revenue in (3)(a), (3)(b), and (3)(c) with amounts expended:

State Park Improvement Fund:

FY 2011 revenue sources identified in (3)(a), (3)(b), and (3)(c):

- Recreation Passport:

Resident Motor Vehicle Permit Replacement	\$10,700,000
30% Allocation - State Parks Operations & Maintenance	\$1,898,200
- Non-Resident Motor Vehicle Permits \$2,457,700

State Park Improvement Fund (Cont.):

FY 2011 revenue also includes revenue from other sources (state park camping revenue being the most significant). A summary of FY 2011 expenditures for the Park Improvement Fund is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$30,886,300
Vehicle and Travel Services & Travel	\$1,337,200
Contractual Services, Supplies, & Materials	\$7,261,700
Land & Buildings	\$420,000
Equipment	\$163,200
Payments to Locals & Private Groups	\$46,800
Payments to Other Departments	\$1,873,600
Transfers to Debt Service Fund	\$1,153,600
Miscellaneous	\$1,826,000
Total Expenditures	\$44,968,400

Recreation Passport Fees Fund:

FY 2011 revenue sources identified in (3)(a), (3)(b), and (3)(c):

- Recreation Passport:
 - 50% Allocation - State Parks Capital Outlay \$3,163,700
 - 2.75% Allocation - State Parks Cultural & Historical Res. \$174,000
 - 0.25% Allocation - Marketing & Promotional Expenses \$15,800

The Recreation Passport Fees Fund was created in FY 2011. No expenditures occurred in FY 2011, as the initial appropriation provided was for FY 2012.

Local Public Recreation Facilities Fund:

- Recreation Passport:
 - 10% Allocation - Local Public Recreation Facilities \$632,800

The Local Public Recreation Facilities Fund was created in FY 2011. No expenditures occurred in FY 2011, as the initial appropriation provided was for FY 2012.

Michigan State Waterways Fund:

FY 2011 revenue sources identified in (3)(a), (3)(b), and (3)(c):

- Recreation Passport:
 - Resident Boating Access Site Permit Replacement \$1,030,000
- Non-Resident Boating Access Site Permits \$31,900

Michigan State Waterways Fund (Cont.):

FY 2011 revenue also includes revenue from other sources (watercraft registrations and gas tax revenue being the most significant). The Waterways Fund receives 51% of the watercraft registration revenue received by the department and 80% of the 1.6% share of the state's gasoline tax revenue. A summary of FY 2011 expenditures for the Waterways Fund is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$10,285,300
Vehicle and Travel Services & Travel	\$1,165,300
Contractual Services, Supplies, & Materials	\$3,675,300
Land & Buildings	\$1,383,000
Equipment	\$211,100
Payments to Locals & Private Groups	\$2,037,300
Payments to Other Departments	\$992,600
Miscellaneous	\$846,100
Total Expenditures	\$20,596,000

Forest Recreation Fund:

FY 2011 revenue sources identified in (3)(a), (3)(b), and (3)(c):

- Recreation Passport:
7% Allocation - Forest Recreation \$442,900

FY 2011 revenue also includes revenue from other sources (state forest camping revenue being the most significant). A summary of FY 2011 expenditures for the Forest Recreation Fund is provided below:

Expenditure Description	Amount
Salaries, Wages, Fringes, & Retirement	\$754,700
Vehicle and Travel Services & Travel	\$188,000
Contractual Services, Supplies, & Materials	\$275,400
Land & Buildings	\$23,700
Equipment	\$40,900
Payments to Other Departments	\$70,100
Miscellaneous	\$51,100
Total Expenditures	\$1,403,900

(3)(e) Adequacy of the recreation passport revenue in (3)(a):

While the level of the recreation passport revenue received is promising, an increase in participation is needed if Parks & Recreation Division is to continue to maintain the state parks and complete the numerous capital improvement projects needed.

(3)(f) Impact of the revenue in (3)(a) and (3)(b) on the Park Endowment Fund:

The recreation passport and non-resident motor vehicle permit revenue streams have no direct impact on the Park Endowment Fund. The Park Endowment Fund is supported by revenue from investment earnings and mineral royalties.

(3)(g) Other relevant issues that affect funding needs for the state park system:

The state parks and recreation system is in need of substantial reinvestment to continue to be responsive to customers' needs and reflect current recreational trends appropriate to a state system. Over 600 needed renovation and upgrade projects have been identified throughout the state parks system at an estimated cost of \$340 million. Even with revenues from mineral royalties, as well as the recreation passport participation meeting initial projections, the amount of annual funding continues to fall short to adequately address the backlog of maintenance, repair, and improvement projects. To achieve a life cycle replacement schedule, funding for an estimated \$38 million of documented need is required annually, including preventative maintenance funding.